

# AGENCY ESTIMATE

OF THE FISCAL IMPACT OF IMPLEMENTING

## HB 447 2011 General Session

### Kindergarten Literacy Improvement Program

**Sponsor:** Rep. Johnny Anderson 1 Mar 2011

**Lead Analyst:** Ben Leishman

**Agency Contact:** Emily Eyre

**Title:** Research Consultant

**Agency:** Utah State Office of Education

**Office:** 801-538-7671 **Cell:** 801-635-9666

#### A. Short Form (For bills that have no impact on the state, local governments, businesses, or individuals.)

If you can check all five boxes to the right, you're almost done. If the bill obviously doesn't have an impact, you're done.

- |                                     |   |
|-------------------------------------|---|
| <input type="checkbox"/>            | State agencies will not require an appropriation to implement the bill. |
| <input type="checkbox"/>            | There is no fiscal impact on local governments.                         |
| <input checked="" type="checkbox"/> | There is no fiscal impact on businesses                                 |
| <input checked="" type="checkbox"/> | There is no fiscal impact on individuals.                               |
| <input checked="" type="checkbox"/> | The bill will not affect revenues.                                      |

If it isn't so obvious, explain what's going on. The most usual explanation is the codification of existing practices.

If necessary, explain why this bill has no fiscal impact.

Attachments welcome.

#### B. What parts of the bill cause fiscal impact?

Cite specific sections or line numbers.

Lines 59-80, 84-101, 109-130

#### C. Which program gets the appropriation?

Enter 3 letter Appropriation Unit Code.

#### For multiple appropriations

This is  of

#### D. Work Notes: Assumptions, calculations & what are we buying?

Explain the fiscal impact in plain English, detailing your assumptions, methods, & calculations.

List all direct costs. Identify one-time and ongoing costs. Detail FTE impacts.

Do not say, "\$50,000 in Current Expense." Be very specific about what this \$50,000 will buy.

Attachments encouraged.

The bill requires the State Board of Education to contract with an educational technology provider for a computer-based kindergarten literacy program. It appropriates \$3,000,000 ongoing for the program and \$4,500,000 ongoing for school districts and charter schools to purchase and maintain computers for kindergarten classrooms. See "Analysis" tab for a breakdown of the costs.

## E. REVENUES

Select Fund	Current Budget Year FY 2011	Coming Budget Year FY 2012	Future Budget Year FY 2013
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

## F. COSTS by FUND

Select Fund	Current Budget Year FY 2011	Coming Budget Year FY 2012	Future Budget Year FY 2013
Education Fund		8,356,500	4,615,500
<b>Total</b>	<b>0</b>	<b>8,356,500</b>	<b>4,615,500</b>

## G. COSTS by EXPENDITURE CATEGORY.

Expenses by Category	Current Budget Year FY 2011	Coming Budget Year FY 2012	Future Budget Year FY 2013
Personal Services		40,000	10,000
Travel			
Current Expense		3,000,000	3,000,000
DP Current Expense			
DP Capital Outlay			
Capital Outlay		5,316,500	1,605,500
Other/Pass Thru			
<b>Total</b>	<b>0</b>	<b>8,356,500</b>	<b>4,615,500</b>

## H. Non-State Impacts

Your estimate of how will the bill affect:

### Local Governments

LEAs will need to purchase computer hardware as well as assistive technology devices for students with disabilities. The total cost will be \$5,316,500 and \$1,605,500 ongoing.

### Businesses

### Individuals

			Year 2011-12	
Lines	Requirement to Implement	Assumption	Costs	Ongoing Costs
USOE Costs				
59-80	Contract for computer-based literacy program for kindergarten students	RFP to purchase program that meets the requirements in the bill	\$ 3,000,000	\$ 3,000,000
109-130	IT resources to modify data collection and analysis	IT programming and ongoing maintenance	40,000	10,000
Total USOE Costs			\$ 3,040,000	\$ 3,010,000
LEA Costs				
84-101	Purchase computer hardware	\$1000 per computer; 48,165 current part-time kindergarten students; ratio of 1 computer per 5 students. Replace 1/3 of computers every 3 years.	4,816,500	1,605,500
	Provide assistive technology devices to students with disabilities	500 Kindergarten students with disabilities; \$1000 per student.	500,000	
Total LEA Costs			\$ 5,316,500	\$ 1,605,500
Total Cost By Fund				
TOTAL COST			\$ 8,356,500	\$ 4,615,500
Personal Services			\$ 40,000	\$ 10,000
Travel				
Current Expense			\$ 3,000,000	\$ 3,000,000
DP Current Expense				
DP Capital Outlay				
Capital Outlay			\$ 5,316,500	\$ 1,605,500
Other/Pass Thru				